COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS

ADJUSTMENT FILING OF MIKE

LITTLE GAS COMPANY, INC.

)

CASE NO. 8799-M

ORDER

On September 27, 1983, the Commission issued its Order in Case No. 8799 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On April 21, 1986, Mike Little Gas Company, Inc., ("Mike Little") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Kentucky West Virginia Gas Company ("Kentucky West"), effective May 1, 1986, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mike Little's notice of April 21, 1986, set out certain revisions in rates which Mike Little proposed to place into effect, said rates being designed to pass on the wholesale decrease in price from its supplier in the amount of \$7,493 or 12.66 cents per Mcf.

- (2) Kentucky West filed an application for decreased rates to become effective May 1, 1986, with the Federal Energy Regulatory Commission ("FERC").
- (3) Mike Little's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8799 dated September 27, 1983, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after May 1, 1986.

IT IS THEREFORE ORDERED that:

- (1) The rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after May 1, 1986.
- (2) Within 30 days of the date of this Order Mike Little shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 1st day of May, 1986.

PUBLIC SERVICE COMMISSION

Vice Chairman

Sum Millesson

ATTEST:

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 8799-M DATED MAY 1. 1986

The following rates and charges are prescribed for the customers served by Mike Little Gas Comany, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1 Mcf - Minimum Bill

\$5.2922 Per Mcf

All Over 1 Mcf

\$5.0824 Per Mcf

The base rate for the future application of the purchased gas adjustment clause of Mike Little Gas Company, Inc., shall be:

Commodity

Kentucky West Virginia

\$2.8109 per Dth

Gas Company

^{*}Including \$0.0135 Gas Research Institute Funding Charge